C
Stack

SEVENTEENTH
ANNUAL REPORT
of
Canadian Wirebound Boxes
LIMITED

TORONTO - CANADA

Year Ended April 30th, 1945

PURVIS HALL
LIBRARIES

MAR 25 1946

McGILL UNIVERSITY

Canadian Wirebound Boxes
LIMITED

DIRECTORS

A. K. Cameron
A. M. Dunn
E. G. McMillan
Stuart B. Playfair
H. L. Trapp

OFFICERS

A. M. Dunn - - - President and Managing Director
F. H. Ellis - - - Secretary
J. P. Berney - - - Treasurer

TRANSFER AGENT
AND REGISTRAR OF TRANSFERS

at Toronto

Chartered Trust and Executor Company

To the Shareholders,

CANADIAN WIREBOUND BOXES, LIMITED.

The Board of Directors submits herewith the Seventeenth Annual Report of the Company for the year ended April 30th, 1945, including financial statements and the report of the auditors.

Net Earnings for the year, before depreciation and taxes amounted to $531,885.53. After providing for depreciation of $57,716.06 and Dominion Income and Excess Profits taxes of $321,200.16 (after deducting the refundable portion of excess profits tax of $68,599.84) a net profit of $152,969.31 is shown. This compares with a net profit of $116,297.81 for the previous fiscal period.

The transfer from Earned Surplus to the Special Surplus Account is made in accordance with provisions in the Supplementary Letters Patent which require the transfer thereto of 10% of the net earnings for the year after providing for depreciation and taxes. The amount of $13,440.48 shown as a transfer for the current year is after giving effect to a net adjustment of $18,564.47 re wartime depreciation claim shown in the Surplus Account.

Working capital of the Company now stands at $327,754.21 as compared with $271,321.82 on April 30th, 1944, an increase of $56,432.39.

A further expansion in business has taken place during the year with sales volume reaching the highest point in the Company's history. Plant facilities are being maintained in a highly efficient condition and as the availability of labour and materials improves, it is anticipated that the Company will be able to handle its fair share of post-war business in the container field.

Dividends on the Class A shares were paid at the cumulative rate of $1.50 during the year. However, in view of the effect of the Excess Profits tax on the earning position of the Company, the Directors have deemed it unwise to take any further action in respect to the arrears of dividends on such shares.

The Company's application to the War Contracts Depreciation Board was heard during the year and special depreciation amounting to $86,973.19 was granted as a result of this application. The savings in Dominion Income and Excess Profits taxes amounted to $68,408.72 and the net adjustment of $18,564.47 previously referred to in this report has been charged to Surplus Account.

On behalf of the Directors and myself, I wish to express appreciation of the splendid services being rendered by the employees of the Company during these difficult times.

G. M. Dunn

President.

August 15th, 1945.

CANADIAN WIREBOUND BOXES, LIMITED

BALANCE SHEET

April 30th, 1945

ASSETS

Current Assets:		
Cash on hand	1,074.24	
Accounts Receivable, less Reserve for Bad Debts	342,875.72	
Inventory, Merchandise and Supplies, at the lower of cost or market, based on book inventories as to $464,041.67 and physical inventories as to $126,836.39, as certified by the management	590,878.06	
Prepaid Expenses and Accrued Revenue	27,091.55	
		961,919.57
Cash Surrender Value of Life Insurance		6,090.00
Refundable Portion of Excess Profits Tax		123,100.00
Fixed Assets at depreciated appraisal values as of April 14th, 1928 plus subsequent additions at cost:		
Land	176,866.32	
Buildings and Equipment	1,492,163.35	
	1,669,029.67	
Less Reserve for Depreciation	876,399.01	
		792,630.66
Patents, Leases, etc.		633,060.33
		$2,516,800.56

LIABILITIES

Current Liabilities		
Bank Overdraft	116.026.64	
Accounts and Bills Payable	184,697.35	
Sundry Creditors	28,349.01	
Accrued Expenses	40,292.36	
Provision for Income and Excess Profits Taxes	264,800.00	
		634,165.36
Mortgages Payable		88,330.49
Miscellaneous Reserve		7,026.22
Capital and Surplus:		
Class A Stock (no par value):		
Authorized, 150,000 shares:		
Originally Issued 90,000 shares		
Redeemed and Cancelled, 39,085 shares		
Outstanding 50,915 shares	1,363,790.00	
Class B Stock (no par value):		
Authorized and issued, 40,000 shares		
Earned Surplus	229,195.14	
Special Surplus	194,293.35	
		1,787,278.49
		$2,516,800.56

Notes:

A. The provision for Excess Profits Tax has been calculated after the application of an inventory reserve as permitted by the Act, which reserve is not recorded in the books nor included in the above statement.

B. Arrears of dividends on Class A Shares at April 30th, 1945, amounted to $1.25 per share.

CANADIAN WIREBOUND BOXES, LIMITED

PROFIT AND LOSS ACCOUNT

Year ended April 30th, 1945

Net Profit before depreciation and taxes		531,885.53
Deduct Provision for Depreciation		57,716.06
Net Profit before undermentioned taxes		474,169.47
Deduct:		
Provision for Income and Excess Profits Taxes	389,800.00	
Less Refundable Portion of Excess Profits Tax	68,599.84	
		321,200.16
Net Profit for year		$152,969.31

EARNED SURPLUS ACCOUNT

Year ended April 30th, 1945

Earned Surplus, April 30th, 1944		184,603.28
Add Net Profit for year		152,969.31
		337.572.59
Deduct:		
Dividends on Class A Shares	76,372.50	
Adjustment Re Wartime Depreciation Claim (net)	18,564.47	
Transfer to Special Surplus	13,440.48	
		108,377.45
Earned Surplus, April 30th, 1945		$229,195.14

SPECIAL SURPLUS ACCOUNT

Year ended April 30th, 1945

Special Surplus, April 30th, 1944	180,852.87
Add Transfer from Earned Surplus Account	13,440.48
Special Surplus, April 30th, 1945	$194,293.35

AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the books and accounts of Canadian Wirebound Boxes, Limited for the year ended April 30th, 1945. All our requirements, as auditors, have been complied with and we report that, in our opinion, the foregoing Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the Company's affairs as at April 30th, 1945, according to the best of our information and the explanation given us, and as shown by the books.

THORNE, MULHOLLAND, HOWSON & McPHERSON,

Toronto, July 19th, 1945. Chartered Accountants.

WITH the War successfully concluded, our general line of Shipping Cases is still in heavy demand for packaging food products, clothing, soap and many other products for the liberated countries, the armies of occupation and customers packing their merchandise for export.

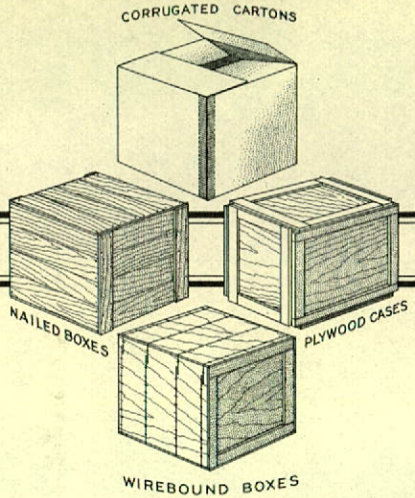
We manufacture: Wirebound Boxes and Crates, Nailed Boxes, Plywood Cases, Bottle Boxes, Corrugated Cartons, Corrugated Single Face Rolls and Corrugated Transfer Files.

FACTORIES
AND
SALES OFFICES:

TORONTO, ONT.
1000 GERRARD ST. EAST

MONTREAL, QUE.
6259 NOTRE DAME ST. EAST

Corp. file



CANADIAN WIREBOUND BOXES LIMITED

FACTORIES AND SALES OFFICES
TORONTO - 1000 GERRARD STREET EAST
MONTREAL - 6259 NOTRE DAME STREET EAST
CABLE ADDRESS (WIREBOUND)
CODE WESTERN UNION 5 LETTER

TORONTO 8, Ontario,
March 22nd, 1946.

letter

Miss Beatrice V. Simon,
Librarian,
Purvis Hall,
1020 Pine Avenue West,
MONTREAL, Quebec.

CORRUGATED
CARTONS
and
SPECIALTIES

SINGLE FACE

Dear Madam:-

In response to your request of January 9th, we are

ROLLS

DOMINION
SLIDING
DRAWER
STORAGE
FILES

WIREBOUND
BOXES and
CRATES

PLYWOOD
CASES

NAILED
BOXES

BOTTLE
BOXES

pleased to enclose copies of our Financial Statements for the years 1935 to 1945 inclusive. We regret the delay in forwarding these due to the writer's absence from the office for several weeks.

We have no other printed matter available dealing with the history or activities of the Company.

Yours very truly,
CANADIAN WIREBOUND BOXES LIMITED.

F. H. Ellis

Secretary.

FHE/AH.
Encls.